

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 7003

BILL NUMBER: SB 288

NOTE PREPARED: Jan 1, 2009

BILL AMENDED:

SUBJECT: Minority and Women's Business Development Audits.

FIRST AUTHOR: Sen. Taylor

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X **GENERAL**
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill provides that a bidder, offeror, or contractor who fails to comply with agreements to enter into subcontracts with minority and women's business enterprises may be barred from doing business with the state for one year. It requires the Governor's Commission on Minority and Women's Business Enterprises to review contracts and subcontracts when a contractor agrees to enter into contracts with minority and women's business enterprises.

Effective Date: July 1, 2009.

Explanation of State Expenditures: *Indiana Department of Administration (IDOA):* This bill allows the IDOA to bar bidders and contractors from doing business with the state for as long as one year if they knowingly or intentionally failed to comply with a provision of a bid or contract to enter into subcontracts with minority or women's business enterprises. As of October 31, 2008, the IDOA had 26 vacancies. The IDOA's current level of resources should be sufficient to implement this provision.

Minority and Women's Business Development Audits: This bill requires the Deputy Commissioner for Minority and Women's Business Enterprise Development in the IDOA and the Governor's Commission on Minority and Women's Business Enterprises to review contracts entered into by the state to ensure that contractors comply with provisions regarding minority and women's business enterprises. This provision will require additional staff time and resources. If the Commission requires additional assistance with conducting the audits, then IDOA administrative support and staff would be supplied.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: IDOA; Governor's Commission on Minority and Women's Business Enterprises.

Local Agencies Affected:

Information Sources: *State of Indiana HRM Detail Staffing Report, 10/31/08.*

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